BEFORE THE BOARD OF OIL, GAS AND MINING DEPARTMENT OF NATURAL RESOURCES STATE OF UTAH

IN THE MATTER OF THE REQUEST FOR AGENCY ACTION OF NGL SUPPLY TERMINAL SOLUTION MINING, LLC, FORMERLY KNOWN AS MAGNUM NGLS SOLUTION MINING LLC, FOR AN ORDER AUTHORIZING **OPERATION** UNDERGROUND NATURAL GAS LIQUIDS STORAGE **CAVERNS** UNDERLYING PORTIONS OF SECTIONS 22, 23, 26 AND 27 OF TOWNSHIP 15 SOUTH, RANGE WEST, 7 S.L.M., MILLARD COUNTY, UTAH.

NOTICE OF HEARING

Docket No. 2019-017

Cause No. 282-02

THE STATE OF UTAH TO ALL PERSONS INTERESTED IN THE FOLLOWING MATTER.

Notice is hereby given that the Board of Oil, Gas and Mining ("Board"), State of Utah, will conduct a hearing on WEDNESDAY, July 31, 2019, at 10:00 AM, or as soon thereafter as possible, in the auditorium of the Department of Natural Resources, 1594 West North Temple, Salt Lake City, Utah. The hearing will be streamed live on the Department of Natural Resources YouTube channel at https://youtu.be/xFxgG9UtbPI.

The hearing will be conducted as a formal administrative adjudication in accordance with the rules of the Board as set forth in Utah Administrative Code R641 *et seq.* and as provided for in Utah Code Ann. § 40-6-1 *et seq.* and Utah Code Ann. § 63G-4-101 through 601.

The purpose of the hearing will be for the Board to receive testimony and evidence regarding a Request for Agency Action ("RAA") from NGL Supply Terminal Solution Mining,

LLC, a wholly owned subsidiary of Sawtooth Caverns, LLC, (hereinafter "Sawtooth"), to enter an order:

- 1. Amending the Findings of Fact, Conclusions of Law, and Order, entered on March 31, 2014, in Docket No. 2014-014, Cause No. 282-01 (the "Order"), to allow Sawtooth to commercially store refined petroleum products, which include diesel, gasoline, jet fuel, and any other refined products as approved by DOGM ("Refined Products"), in addition to the previously allowed storage of NGLs such as butane and propane, in Cavern Wells CW-5, API Well No. 43-027-50002-00-00; CW-6, API Well No. 43-027-50003-00-00; CW-7, API Well No. 43-027-50004-00-00; CW-8, API Well No. 43-027-50005-00-00; and CW-9, API Well No. 43-027-50006-00-00, (the "Existing Cavern Wells"), in accordance with the Storage Cavern Field Operating Plan; and in the additional five planned storage caverns to be constructed in the future in accordance with the Department of Water Quality UIC Permit UTU-27-AP-9232389, as modified (the "UIC Permit") (CW-10, CW-11, CW-12, CW-13, and CW-14, collectively the "Future Cavern Wells"), once those caverns have been released from the DWQ's UIC Permit for operation under the jurisdiction of DOGM;
- 2. Amend the current Order and Operation Plan to govern the storage of NGLs and Refined Products and to make other changes as approved by the Board for the proposed operation of the Existing and Future Storage Caverns as described herein;
- 3. Make such findings and enter such orders in connection with this Request as it deems necessary; and
 - 4. Provide such other relief as may be just and proper under the circumstances.

Objections to the RAA must be filed with the Secretary of the Board at the address listed

below no later than July 10, 2019. A party must file a timely written objection or other response

in order to participate as a party at the Board hearing. Failure to participate can result in a default

judgment.

Natural persons may appear and represent themselves before the Board. All other

representation of parties before the Board will be by attorneys licensed to practice law in the State

of Utah, or attorneys licensed to practice law in another jurisdiction which meet the rules of the

Utah State Bar for practicing law before the Utah Courts.

Persons interested in this matter may participate pursuant to the procedural rules of the

Board. The RAA, and any subsequent pleadings, may be inspected at the office of the undersigned,

and inspected online at the Utah Board of Oil, Gas and Mining's website at http://ogm.utah.gov

/amr/boardtemp/redesign/books.html.

Pursuant to the Americans with Disabilities Act, persons requiring auxiliary

communicative aids and services to enable them to participate in this hearing should call Julie Ann

Carter at (801) 538-5277, at least three working days prior to the hearing date.

DATED this 25th day of June, 2019.

STATE OF UTAH

BOARD OF OIL, GAS AND MINING

Ruland J. Gill, Jr., Chairman

Js/ Julie Ann Carter

Board Secretary

1594 West North Temple, Suite 1210

Salt Lake City, Utah 84116

(801) 538-5277

3

CERTIFICATE OF PUBLISHED NOTICE

I hereby certify that I caused a true and correct copy of the foregoing NOTICE OF HEARING for Docket No. 2019-017 Cause No. 282-02, to be PUBLISHED in the following newspapers on the following days:

July 7, 2019:

<u>The Salt Lake Tribune</u> and <u>Deseret News</u>, newspapers of general circulation in Salt Lake City and County.

July 3, 2019:

<u>Millard County Chronicle Progress</u>, a newspaper of general circulation in Millard County.

Julie Ann Carter

CERTIFICATE OF SERVICE

I hereby certify that on this 26th day of June, 2019, I caused a true and correct copy of the foregoing **NOTICE OF HEARING** for Docket No. 2019-017 Cause No. 282-02, to be mailed with postage prepaid, via E-mail, or First Class Mail, to the following:

SMITH HARTVIGSEN, PLLC Kathryn J. Steffey 257 East 200 South, Suite 500 Salt Lake City, UT 84111 Email: ksteffey@shutah.law

Attorneys for Petitioner NGL Supply Terminal Solution Mining, LLC

Steven F. Alder
Emma Whitaker
Thomas Kessinger
Utah Attorney General's Office
Natural Resources Division

1594 W. North Temple, Suite 300 Salt Lake City, UT 84116

Email: stevealder@agutah.gov ewhitaker@agutah.gov tkessinger@agutah.gov

Assistant Attorneys General representing the Utah Division of Oil, Gas and Mining

Department of Environmental Quality Scott Baird, Director Dan Hall, Section Manager of Groundwater Protection PO Box 144810 Salt Lake City, UT 84114-4910 Petitioner's Address:

NGL Supply Terminal Solution Mining, LLC 6965 Union Park Center, Suite 270 Midvale, UT 84047

Mike Begley
Utah Attorney General's Office
Natural Resources Division
1594 W. North Temple
Suite 300
Salt Lake City, UT 84116
Email: mbegley@agutah.gov

Assistant Attorney General's Office representing the Utah Board of Oil, Gas and Mining

David Ure, Director Michael S. Johnson, Chief Legal Counsel The State of Utah School and Institutional Trust Lands Administration 675 East 500 South, Suite 500 Salt Lake City, UT 84102 Candace Cady, Groundwater Protection Meg Osswald, Legal Counsel Division of Water Quality PO Box 144870 Salt Lake City, UT 84114-4870

Millard County 71 South 200 West Delta, UT 84624

Magnum John Alvarado 3165 East Millrock Drive, Suite 330 Holladay, UT 84121 Millard County Patrick S. Finlinson, Esq. 765 South Highway 99 Suite 3 Fillmore, UT 84631

Julie Amfarta

Cal-Maine Foods 9246 North 4000 West Delta, UT 84624-6938 IPA 10653 South River Front Parkway, Suite 120 South Jordan, Utah 84095